

At Nicor Gas we are committed to giving you the information you need to better understand your natural gas bill. Below please find our annual bill disclosure, which summarizes current natural gas rates, riders and definition of terms.

This disclosure complies with Section 501.410 of Title 83 of the Illinois Administrative Code.

Above the Delivery Charges section of your bill, Nicor Gas shows a brief description of your delivery rate classification for your natural gas service.

There are two rate classifications that most often apply for residential service:

• Rate 1 – Residential Service

Rate 1 – Residential Service is available to any single-family residential customer using gas service for primarily residential purposes.

• Rate 1 – Residential Service w/Rd 15 – Customer Select

Customers served under Rate 1 may elect transportation service under the Company's Rider 15 – Customer Select and purchase gas supplies from an alternate gas supplier serving residential customers under Rider 16 – Supplier Aggregation Service.

For more information on this option, visit nicorgas.com/residential/customer-select.

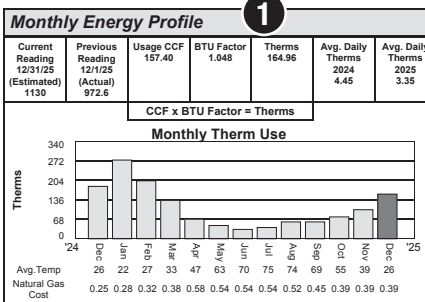
Please view your bill to identify your rate classification, and use the information below to see how your rate is determined.

Account Summary for Residential Customer	
Account Number: 00-00-00-0000 0	
Meter Number: 0000000	
Service Address: 123 Street Address, Anytown	
Bill Period: 12/02/25 - 12/31/25 (29 days)	
Bill Issue Date: 01/01/26	
Total Previous Balance	\$34.83
Payment Received 12/10/2025 - Thank you!	-\$34.83
Remaining Balance	\$0.00
New Charges - Utility	\$144.84
Total Amount Due by 01/22/2026	\$144.84

A Message for You	
Your safety is important to us. Ask to see an employee ID when our field team is working in or around your premises. Also, verify your account information with customer service before making a transaction over the phone.	

New Charges - Residential - Heat
Rate 1: Residential Service

2 Delivery Charges 12/02/2025 - 12/31/2025	\$69.53
Monthly Customer Charge	\$22.30
All Therms 164.96 @ \$0.2445	\$40.33
Environmental Cost Recovery 164.96 @ \$0.0057 =	\$0.94
Volume Balancing Adjustment 164.96 @ \$0.0219 =	\$3.61
Tax Cost Adjustment 164.96 @ \$(0.0013) =	\$(0.21)
Franchise Cost Adjustment	\$0.10
Efficiency Program 164.96 @ \$0.0094	\$1.55
Qualified Infrastructure Chrg \$66.29 @ 0.00%	\$0.00
Rider LIDA	\$0.91
3 Natural Gas Cost	\$64.33
December @ 164.96 Therms x \$0.39	\$64.33
4 Taxes	\$10.98
Municipal Utility Tax for Anytown \$133.86 @ 5.15%	\$6.89
Utility Fund Tax \$133.86 @ 0.1%	\$0.13
State Revenue Tax 164.96 @ \$0.024	\$3.96
Total	\$144.84



Definition of Terms

Following are definitions for some of the most common terms which may appear on a natural gas bill statement, as well as definitions for our riders which are used to determine your charges.

BTU Factor

A factor which expresses the amount of heat content a CCF of gas contains. The BTU factor is applied to convert a volume of gas in CCF into therms and may change slightly from month to month.

Distribution Charge

A variable charge billed each month to cover a portion of Nicor Gas' cost to make gas service available to customers. The charge varies based on the quantity of gas used in the bill period.

Monthly Customer Charge

A fixed charge billed each month to cover a portion of Nicor Gas' cost to make gas service available to customers. This is the minimum charge for most customers. The total monthly customer charge that appears on the bill may include Rd 1 and Rd 26 costs, if applicable.

Municipal Use Tax Rate

Some municipalities charge this tax based on your gas use. Your local municipality has an ordinance requiring collection of this.

Municipal Utility Tax Rate

Some municipalities charge this tax based on utility revenue. It is authorized by Section 8-11-12 of the Illinois Municipal Code and is applied according to the local municipality's ordinance.

Rd 1 Customer Charge Adj

A fixed monthly charge mandated by the State which funds low-income energy assistance programs, renewable energy, and clean coal technologies. This cost is included in the monthly customer charge.

Rd 2 Franchise Cost Adj

A charge for municipal franchise agreements.

Rd 5 Storage Service Recovery Rate

A variable charge or credit billed each month to recover or refund the cost of Nicor Gas' investment in unsubscribed or over-subscribed gas storage capacity.

Rd 6 Balancing & Storage Adj

A variable charge billed each month to Customer Select customers that recovers the cost of services Nicor Gas uses to balance the volume of 3rd-party Supplier deliveries with actual gas usage. Sales customers pay for these same charges through Nicor Gas' monthly natural gas cost.

Rd 6 Natural Gas Cost

The price we pay our suppliers for the natural gas we purchase and deliver to your home. The price may change each calendar month and is filed with the Illinois Commerce Commission (ICC).

Rate 1 - Residential Service	
Current Meter Reading	1130
Previous Meter Reading	972.6
Usage CCF	157.4
BTU Factor	1.048
Usage Therms (CCF x BTU Factor)	164.96
Bill Period	12/02/25 - 12/31/25
# of Bill Period Days	29
Monthly Customer Charge	\$21.30
Rd 1 Customer Charge Adj	\$0.73
Rd 26 Uncollectible Expense Adj	\$0.27
Distribution Charge	\$0.2445
Rd 12 Environmental Rate (Dec.)	\$0.0057
Rd 2 Franchise Cost Adj	\$0.10
Rd 30 Efficiency Program Rate	\$0.0094
Rd 38 Volume Balancing Adj	\$0.0219
Rd 3 + 36 Tax Cost Adj	\$(0.0013)
Rd 32 Qualified Infra Rate (Dec.)	0.00%
Rd 5 Storage Service Recovery Rate	\$0.0016
Rd 6 Natural Gas Cost (Dec.)	\$0.39
Rd 6 Uncollectible Factor Res.	\$0.0044
RD 42 LIDA	\$0.91
Municipal Use Rate	5.15%
Utility Fund Tax Rate	0.10%
State Revenue Tax Rate	5.00%
State Revenue Tax	\$0.024
Delivery Charges	\$69.53
Monthly Customer Charge	\$22.30
Distribution Chrg All Therms 164.96 @ \$0.2445	\$40.33
Env Cost Recovery 164.96 @ \$0.0057	\$0.94
Tax Cost Adj 164.96 @ \$(0.0013)	\$(0.21)
Franchise Cost Adj	\$0.10
Efficiency Program 164.96 @ \$0.0094	\$1.55
Qualified Infrastructure Chrg \$66.29 @ 0.00%	\$0.00
Volume Balancing Adj 164.96 @ \$0.0219	\$3.61
Rider LIDA	\$0.91
*Base Revenue = Customer Charge + Rd 26 + Distribution Charge + Tax Cost Adj. + (Usage Therms x Rd 5 Rate) + (Usage Therms x Rd 6 Uncollectible Factor Res.) + (Usage Therms x Rd 38 Rate)	
\$66.29 = \$21.30 + \$0.27 + \$40.33 + \$(0.21) + (164.96 x \$0.0016) + (164.96 x \$0.0044) + (164.96 x 0.0219)	
Natural Gas Cost	\$64.33
December @ 164.96 Therms x \$0.39	\$64.33
Taxes	\$10.98
Municipal Utility Tax \$133.86 @ 5.15%	\$6.89
Utility Fund Tax \$133.86 @ 0.1%	\$0.13
State Revenue Tax 164.96 @ \$0.024	\$3.96
Total Current Charges \$144.84	

Rate 1 - Residential Service w/ Rd 15 - Customer Select

Current Meter Reading	1130
Previous Meter Reading	972.6
Usage CCF	154.4
BTU Factor	1.048
Usage Therms (CCF x BTU Factor)	164.96
Bill Period	12/02/25 - 12/31/25
# of Bill Period Days	29
Monthly Customer Charge	\$21.30
Rd 1 Customer Charge Adj	\$0.73
Rd 26 Uncollectible Expense Adj	\$0.14
Distribution Charge	\$0.2445
Rd 12 Environmental Rate (Dec.)	\$0.0057
Rd 2 Franchise Cost Adj	\$0.10
Rd 30 Efficiency Program Rate	\$0.0094
Rd 38 Volume Balancing Adj	\$0.0219
Rd 3 + 36 Tax Cost Adj	\$(0.0013)
Rd 32 Qualified Infra Rate (Dec.)	0.00%
Rd 15 Transp Service Credit Rate	\$(0.0048)
Rd 6 Balancing & Storage Adj (Dec.)	\$0.0212
Rd 42 LIDA	\$0.91
Supplier Gas Charge (estimated)	\$0.39
Municipal Utility Tax Rate	5.15%
Municipal Use Tax	\$6.60
Utility Fund Tax Rate	0.10%
State Use Tax Rate	\$0.024

Delivery Charges	\$72.11	
Monthly Customer Charge	\$22.17	Monthly Customer Charge plus Rd 1 and Rd 26
Distribution Chrg All Therms 164.96 @ \$0.2445	\$40.33	Usage Therms multiplied by Distribution Charge
En Cost Recovery 164.96 @ \$0.0057	\$0.94	Usage Therms for (Dec.) multiplied by Rd 12 Rate
Tax Cost Adj 164.96 @ \$(0.0013)	\$(0.21)	Usage Therms multiplied by Tax Cost Adj.
Franchise Cost Adj	\$0.10	Rd 2 Charge
Transportation Service Credit 164.96 @ \$(0.0048)	\$(0.79)	Usage Therms multiplied by Rd 15 Transp Service Credit Rate
Balancing and Storage Adj	\$3.50	Usage Therms for June multiplied by Rd 6 Balancing & Storage Adj Rates
Efficiency Program 164.96 @ \$0.0094	\$1.55	Usage Therms multiplied by Rd 30 Rate
Qualified Infrastructure Chrg \$65.43 @ 0.00%	\$0.00	Base Revenue* for (Dec.) multiplied by Rd 32 Rate
Volume Balancing Adj 164.96 @ \$0.0219	\$3.61	Usage Therms for (Dec.) multiplied by Rd 38 Rate
Rider LIDA	\$0.91	Rd 42 Low-Income Discount Adjustment charge

* Base Revenue = Customer Charge + Rd 26 + Distribution Charge + Tax Cost Adj. + (Usage Therms x Rd 5 rate) + (Usage Therms x Rd 38 Rate)

$$\$65.43 = \$21.30 + \$0.14 + \$40.33 + \$(0.21) + (164.96 \times \$0.0016) + (164.96 \times \$0.0219)$$

Taxes	\$17.73	
Municipal Utility Tax \$136.44 @ 5.15%	\$7.03	Delivery Charges plus Natural Gas Cost multiplied by Municipal Tax Rate
Municipal Gas Use Tax 164.96 @ \$0.04	\$6.60	
Utility Fund Tax \$136.44 @ 0.1%	\$0.14	Delivery Charges plus Natural Gas Cost multiplied by Utility Fund Tax Rate
State Gas Use Tax 164.96 @ \$0.024	\$3.96	Usage Therms multiplied by \$0.024

Total	\$89.84	
Additional Products and Services	\$64.33	
Gas Charge 12/02/25	\$64.33	Usage Therms multiplied by Your Supplier's Gas Cost
Total Current Charges	\$154.17	

Definition of Terms

Rd 7 Gov Agency Compensation Adj

An adjustment for governmental fees and added costs, excluding franchise costs. The charge may change each month and is filed with the ICC.

Rd 12 Environmental Rate Cost Recovery Rate

Covers our costs for the environmental investigation and cleanup of former manufactured gas plants. Nicor Gas receives no profit from these charges.

Rd 15 Transp Service Credit Rate

A credit to Customer Select customers based on usage.

Rd 26 Uncollectible Expense Adj

A fixed monthly charge or credit which recovers or refunds the difference between Nicor Gas' actual annual uncollectible expense and the amount of uncollectible expense included in our delivery service rates. This cost is included in the monthly customer charge.

Rd 30 Efficiency Program Rate

A charge that pays for costs related to energy efficiency programs as approved by the ICC.

Rd 32 Qualified Infra Rate

A charge that pays for the costs of qualified infrastructure investments allowed under Section 9-220.3 of the Public Utilities Act.

State Revenue Tax Rate

This is mandated by the State of Illinois. It is not a sales tax.

State Use Tax Rate

This tax is imposed on natural gas purchased outside of Illinois for use or consumption in Illinois.

Supplier Gas Charge (estimated)

A fixed or variable charge billed each month to Customer Select customers for the quantity of third-party gas purchased from your Supplier during the bill period. This charge replaces Nicor Gas' monthly natural gas cost. It is set by your Supplier and is not regulated by the ICC.

Usage CCF

A measure of the volume of gas used. 1 CCF approximates 1 therm of gas.

Utility Fund Tax Rate

This funds the ICC, which regulates all Illinois utilities and is mandated by the state.

Rd 3 and 36 Tax Cost Adj

A charge or credit related to changes in the Invested Capital Tax and Variable Income Tax.

Rd 38 Volume Balancing Adj

A charge or credit that stabilizes Rate 1, Rate 4 & Rate 75 revenue collected through the distribution charge.



IF YOU SMELL GAS: If you suspect a gas leak: **Leave the house immediately.** Don't use your phone; call Nicor Gas for assistance at **888.Nicor4u (888.642.6748)** from a neighbor's house. Don't light a match. Don't turn on a light. Don't switch on anything electrical.

WARNING: Only a qualified professional should check your connector and replace it if needed. Don't try to do this yourself! Moving the appliance, even slightly, whether to clean behind it or to inspect its gas connector, can cause the complete failure of one of these older weakened connectors, possibly resulting in a deadly fire or explosion.

Do not move your appliance to check the connector! For additional information on appliance connectors please call us at **888.642.6748** or visit our website at nicorgas.com.

Definition of Terms

Actual Meter Reading – A read was obtained via automated reading technology or a field employee.

Additional Products & Services – Non-utility charges such as Customer Select alternate supplier charges, HVAC warranty/repair or protection plans.

Adjustments/Other Charges – Adjustments such as credits or additional charges to your bill due to corrected billing, earned interest, late payment charges, LIHEP, or Sharing grants.

Average Temperature – Average daily temperature during your billing period. The average temperature can help explain the amount of gas used throughout the month.

Budget Plan – This plan spreads your estimated annual gas costs over 12 monthly payments. Approximately every four months we evaluate your account and may adjust your monthly payment for changes in weather and/or the price of gas. Sign up on your bill stub or at nicorgas.com/myaccount. You must be current on your payments to sign up.

Budget Plan Amount Due – The monthly Budget Plan payment amount must be remitted by the bill due date in order to remain on the Budget Plan. Failure to pay the monthly Budget Plan payment amount due by the bill due date may result in removal from participation in the Budget Plan.

Customer Read – You reported your meter reading to us.

Delivery Charges – These charges cover our operating and distribution costs. A portion of these charges varies from month to month based on your natural gas usage.

Energy Profile – Comparison between the current billing period and your gas usage for the same period last year as well as a chart showing your monthly gas usage, average temperature and gas supply charges for the past 12 months when available.

Estimated Meter Reading – Your reading was estimated based on previous use and the weather. Any difference between your actual use and estimated use is automatically corrected when we obtain an actual reading.

Low-Income Discount Adjustment – A charge assessed to all customers to recover the Low-Income Discount Credit.

Low-Income Discount Credit – ICC-directed bill credit provided to eligible low-income customers.

Meter Exchange – If we exchanged your meter, this note means your bill is based on the reading of the meter we removed from your address.

Pressure Factor – If you require higher than normal gas pressure, the pressure factor is a multiplier that adjusts for increased gas volumes flowing through a meter.

Therm – A therm is the basic unit for measuring your natural gas consumption.

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